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China Telecom Corporation Limited

中国电信股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 728)

LTE/4G DIGITAL CELLULAR MOBILE SERVICE OPERATION PERMIT

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of the Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The Board (the "Board") of directors of China Telecom Corporation Limited (the "Company") announced that the Company was notified by China Telecommunications Corporation (the parent company of the Company) that China Telecom has been granted by the Ministry of Industry and Information Technology of the PRC the permit to operate the LTE/4G digital cellular mobile service (TD-LTE). Meanwhile, China Telecom will apply for the permit to operate the LTE/4G digital cellular mobile service (LTE FDD) as soon as practicable.

In order to proactively implement national innovation strategy and leverage collaborated use of different spectrum resources to meet customers' demand, the Company aims to adopt a flexible approach in deployment of LTE network with one hybrid network of integrated resources. The Company will flexibly deploy the LTE network with regard to data business growth and value chain development. In particular, the LTE deployment would only start from densely populated areas, overlaying on existing superior 3G network for long-term integrated operation. The Company would grasp the rapidly growing data business opportunities with an aim to better enhance customers experience and corporate return.

The Company believes that the issue of 4G digital cellular mobile service operation permit will be beneficial to the sustainable development of the telecommunications industry. It will also foster the informatisation consumption and economic growth. However, it will simultaneously intensify market competition. The Company will proactively leverage its operation edge and strive to foster the sustainable development of its business.

In the meantime, investors are advised to exercise caution in dealing in the securities of the Company.

By Order of the Board China Telecom Corporation Limited **Wang Xiaochu** Chairman and Chief Executive Officer

Beijing, PRC, 4 December 2013

FORWARD-LOOKING STATEMENTS

Certain statements contained in this announcement may be viewed as "forward-looking statements" within the meaning of Section 27A of the U.S. Securities Act of 1933 (as amended) and Section 21E of the U.S. Securities Exchange Act of 1934 (as amended). Such forward-looking statements are subject to known and unknown risks, uncertainties and other factors, which may cause the actual performance, financial condition or results of operations of the Company to be materially different from any future performance, financial condition or results of operations implied by such forward-looking statements. In addition, we do not intend to update these forward-looking statements. Further information regarding these risks, uncertainties and other factors is included in the Company's most recent Annual Report on Form 20-F filed with the U.S. Securities and Exchange Commission (the "SEC") and in the Company's other filings with the SEC.

As at the date of this announcement, the Board consists of Mr. Wang Xiaochu as the chairman and chief executive officer, Mr. Yang Jie as the president and chief operating officer, Madam Wu Andi as the executive vice president and chief financial officer, Mr. Zhang Jiping, Mr. Yang Xiaowei, Mr. Sun Kangmin and Mr. Ke Ruiwen as the executive vice presidents, Mr. Xie Liang as the non-executive director and Mr. Wu Jichuan, Mr. Qin Xiao, Mr. Tse Hau Yin, Aloysius, Madam Cha May Lung, Laura and Mr. Xu Erming as the independent non-executive directors.